

# FEDERAL RESERVE press release



For immediate release

June 3, 1997

The Federal Reserve Board today announced the issuance of an Order to Cease and Desist against Robert L. McCook, a former registered representative and institution-affiliated party of Crestar Securities, Inc., Richmond, Virginia, a broker-dealer subsidiary of Crestar Financial Corporation, Richmond, Virginia.

Mr. McCook, without admitting to any allegations, consented to the issuance of the Order due to his alleged participation in violations of the rules of the National Association of Securities Dealers in connection with his alleged unauthorized trading activities at Crestar Securities that caused losses to Crestar Securities.

A copy of the Order is attached.

Attachment

UNITED STATES OF AMERICA  
BEFORE THE BOARD OF GOVERNORS OF THE FEDERAL RESERVE SYSTEM  
WASHINGTON, D.C.

In the Matter of	)	Docket No. 96-027-B-I
ROBERT L. MCCOOK	)	
A Former Institution-Affiliated	)	Order to Cease and Desist
Party of	)	Issued Upon Consent
Crestar Securities, Inc.	)	Pursuant to the Federal
Richmond, Virginia and	)	Deposit Insurance Act,
Crestar Financial Corporation	)	As Amended
Richmond, Virginia	)	

WHEREAS, pursuant to sections 8(b)(1) and 8(i)(3) of the Federal Deposit Insurance Act, as amended (the "FDI Act") (12 U.S.C. §§ 1818(b)(1) and (i)(3)), the Board of Governors of the Federal Reserve System (the "Board of Governors") issues this consent Order to Cease and Desist (the "Order") against Robert L. McCook ("McCook"), a former registered representative and institution-affiliated party, as defined in sections 3(u) and 8(b)(3) of the FDI Act (12 U.S.C. §§ 1813(u) and 1818(b)(3)), of Crestar Securities, Inc., Richmond, Virginia ("Crestar Securities"), a broker-dealer subsidiary of Crestar Financial Corporation, Richmond, Virginia, a bank holding company, due to McCook's alleged participation in violations of the rules of the National Association of Securities Dealers (the "NASD") in connection with allegedly unauthorized trading activities at Crestar Securities that caused losses to Crestar Securities;

WHEREAS, on August 15, 1996, McCook entered into a Decision and Order of Acceptance of Respondents' Offers of Settlement with the NASD, without admitting or denying any allegations in the NASD's Complaint against him, whereby McCook was suspended for a period of three weeks and fined in the amount of \$15,000; and

WHEREAS, by affixing his signature hereunder, McCook has consented to the issuance of this Order by the Board of Governors and has waived any and all rights he might otherwise have pursuant to 12 U.S.C. § 1818, 12 C.F.R. Part 263, or otherwise: (a) to the issuance of a notice of charges and of hearing; (b) to a hearing for the purpose of taking evidence with respect to any matter implied or set forth in this Order; (c) to obtain judicial review of this Order or any provision hereof; and (d) to challenge or contest in any manner the basis, issuance, validity, terms, effectiveness or enforceability of this Order or any provision hereof.

NOW, THEREFORE, prior to the taking of any testimony or adjudication of or finding on any issue of fact or law implied or set forth in this Order, and without this Order constituting an admission of any allegation made or implied by the Board of Governors in connection with this proceeding, and solely for the purpose of settlement of this matter without protracted or extended hearings or testimony:

IT IS HEREBY ORDERED, pursuant to sections 8(b) and (i)(3) of the FDI Act that:

1. Upon becoming an institution-affiliated party of any institution or agency specified in section 8(e)(7)(A) of the FDI Act (12 U.S.C. § 1818(7)(A)), including, but not limited to, any insured depository institution, bank or thrift holding company, or subsidiary thereof, where his duties include, directly or indirectly, trading activities, including, but not limited to, the marketing, selling, or purchasing of government or corporate securities, McCook shall take such actions as are necessary, consistent with his responsibilities, to ensure that he will (a) comply with all policies and procedures of his employer as they pertain to such trading activities, (b) engage in trading activities that are consistent with his fiduciary duties and with safe and sound banking practices, and (c) comply fully with all applicable laws and regulations, including the rules of the NASD, pertinent to trading activities.

2. This Order, and each and every provision hereof, is and shall remain fully effective and enforceable until expressly stayed, modified, terminated or suspended in writing by the Board of Governors.

3. All communications regarding this Order shall be addressed to:

(a) Mr. Lloyd Bostian, Jr.  
Senior Vice President  
Federal Reserve Bank of Richmond  
701 East Byrd Street  
Richmond, Virginia 23219


(b) Mr. Robert L. McCook  
2230 Chartstone Drive  
Midlothian, Virginia 23113

4. The provisions of this Order shall not bar, estop, or otherwise prevent the Board of Governors, or any Federal or State agency or department from taking any other action affecting McCook; provided, however, that the Board of Governors shall not take any further action against McCook based upon information presently known by the Board of Governors relating to the matters addressed by this Order.

By order of the Board of Governors effective this  
19<sup>th</sup> day of May, 1997.

Board of Governors of the  
Federal Reserve System

  
Robert L. McCook

By:   
William W. Wiles  
Secretary of the Board